

General Assembly

Raised Bill No. 5873

February Session, 2008

LCO No. 3000

03000_____ENV

Referred to Committee on Environment

Introduced by: (ENV)

AN ACT CONCERNING THE FACE OF CONNECTICUT STEERING COMMITTEE AND THE PRESERVATION OF FARMLAND.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (NEW) (Effective from passage) There is established an 2 account to be known as the "Face of Connecticut account" which shall 3 be a separate, nonlapsing account within the General Fund. The 4 account shall contain any moneys required by law to be deposited in 5 the account and including contributions from any source, public or 6 private. Any moneys in the account shall be expended by the Face of 7 Connecticut Account Steering Committee established pursuant to 8 section 2 of this act as follows: (1) Sixty-five per cent of such funds 9 shall be used to fund the following programs: (A) The state program 10 for the preservation of agricultural land, established under chapter 11 422a of the general statutes, (B) the joint state and municipal purchase 12 of development rights of agricultural land program, established under 13 section 22-26cc of the general statutes, (C) the open space and 14 watershed land acquisition program, established under section 7-131d 15 of the general statutes, (D) the recreation and natural heritage trust 16 program, established under chapter 453 of the general statutes, (E) the

- 17 preservation activities of the Connecticut Trust for Historic
- 18 Preservation, established pursuant to special act 75-93, and (F) historic
- 19 preservation activities, as provided in sections 10-409 to 10-415,
- 20 inclusive, of the general statutes; and (2) the remaining thirty-five per
- 21 cent shall be used for the municipal and regional grant program
- 22 created pursuant to section 4 of this act. The Commissioner of
- 23 Environmental Protection shall administer said account.
- Sec. 2. (NEW) (*Effective from passage*) (a) There is established the Face
- of Connecticut Account Steering Committee, which shall be within the
- 26 Department of Environmental Protection for administrative purposes
- 27 only. Said committee shall distribute any funds deposited in the Face
- 28 of Connecticut account created under section 1 of this act. The
- 29 committee shall consist of the Commissioners of Environmental
- 30 Protection and Agriculture, the chairperson of the Connecticut
- 31 Commission on Culture and Tourism, and eight other members, two of
- 32 whom shall be appointed by the president pro tempore of the Senate,
- 33 two of whom shall be appointed by the speaker of the House of
- Representatives, two of whom shall be appointed by the minority
- 35 leader of the Senate, and two of whom shall be appointed by the
- 36 minority leader of the House of Representatives.
- 37 (b) All initial appointments to the committee shall be made not later
- 38 than November 1, 2008. The term of each appointed member of the
- 39 steering committee shall be coterminous with the term of the
- 40 appointing authority or until a successor is chosen, whichever is later.
- 41 The Commissioner of Environmental Protection shall serve as
- 42 chairperson of the committee.
- 43 (c) The committee shall meet quarterly and shall distribute capital
- 44 funds in accordance with section 1 of this act.
- 45 Sec. 3. (Effective July 1, 2008) (a) For the purposes described in
- subsection (b) of this section, the State Bond Commission shall have
- 47 the power, from time to time, to authorize the issuance of bonds of the
- 48 state in one or more series and in principal amounts not exceeding in

49 the aggregate one hundred million dollars.

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- (b) The proceeds of the sale of said bonds, to the extent of the amount stated in subsection (a) of this section, shall be deposited in the Face of Connecticut account created pursuant to section 1 of this act for the purposes specified in section 1 of this act.
- (c) All provisions of section 3-20 of the general statutes, or the exercise of any right or power granted thereby, which are not inconsistent with the provisions of this section are hereby adopted and shall apply to all bonds authorized by the State Bond Commission pursuant to this section, and temporary notes in anticipation of the money to be derived from the sale of any such bonds so authorized may be issued in accordance with said section 3-20 and from time to time renewed. Such bonds shall mature at such time or times not exceeding twenty years from their respective dates as may be provided in or pursuant to the resolution or resolutions of the State Bond Commission authorizing such bonds. None of said bonds shall be authorized except upon a finding by the State Bond Commission that there has been filed with it a request for such authorization which is signed by or on behalf of the Secretary of the Office of Policy and Management and states such terms and conditions as said commission, in its discretion, may require. Said bonds issued pursuant to this section shall be general obligations of the state and the full faith and credit of the state of Connecticut are pledged for the payment of the principal of and interest on said bonds as the same become due, and accordingly and as part of the contract of the state with the holders of said bonds, appropriation of all amounts necessary for punctual payment of such principal and interest is hereby made, and the State Treasurer shall pay such principal and interest as the same become due.
- Sec. 4. (NEW) (*Effective from passage*) (a) The Commissioner of Environmental Protection, in consultation with the Face of Connecticut Account Steering Committee established pursuant to section 2 of this

- act, shall establish a grant program for municipal and regional planning efforts. Such grants may be used for purposes that include, but are not limited to, the renovation and enhancement of urban parks, fostering of land conservation, affordable housing and historic preservation, preservation of distinctive landscapes or loans to aid immediately threatened high priority local projects.
 - (b) To apply for a grant, an applicant shall submit a grant application on forms prescribed by the Commissioner of Environmental Protection. The commissioner may reject any grant application that the commissioner determines to be incomplete. If the commissioner rejects an application, the commissioner shall promptly notify the applicant of the reasons for the rejection and, not later than fifteen days after the date of such notice, such applicant may resubmit the application in the same manner as the original application.
- 95 (c) The Commissioner of Environmental Protection shall develop 96 guidelines specifying criteria and the procedures for the award of a 97 grant in accordance with this section.
- 98 Sec. 5. Section 22-26gg of the general statutes is repealed and the 99 following is substituted in lieu thereof (*Effective October 1, 2008*):

The commissioner shall adopt, in accordance with chapter 54, such regulations as he deems necessary to carry out the purposes of this chapter. Such regulations shall provide that individual landowners applying for such program shall be eligible to receive no less than twenty thousand dollars per acre for development rights and a schedule of the state's contribution for projects initiated by municipalities that shall be as follows: (1) for one thousand acres or more, a maximum of one million two hundred thousand dollars; (2) for eight hundred to nine hundred ninety-nine acres, a maximum of one million dollars; (3) for six hundred to seven hundred ninety-nine acres, a maximum of eight hundred thousand dollars; (4) for four hundred to five hundred ninety-nine acres a maximum of six hundred thousand dollars; (5) for two hundred to three hundred ninety-nine

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- acres a maximum of four hundred thousand dollars; and (6) for one
- 114 <u>hundred ninety-nine acres or less, a maximum of two hundred</u>
- thousand dollars.

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- 116 Sec. 6. (NEW) (Effective from passage) (a) The Commissioner of 117 Agriculture shall establish a program for the preservation of small 118 farms consisting of thirty acres or less. The commissioner may 119 purchase up to one hundred per cent of the value of development 120 rights of an eligible owner, with a maximum price of twenty thousand 121 dollars an acre for such development rights. For the purposes of this 122 section, "development rights" and "owner" shall have the same 123 meanings as in section 22-26bb of the general statutes.
 - (b) The Commissioner of Agriculture, in consultation with the Farmland Preservation Advisory Board established under section 22-26ll of the general statutes, shall establish criteria for the program. The state plan of conservation and development established pursuant to section 16a-24 of the general statutes shall be applied as an advisory document to the acquisition of development rights of any agricultural lands. The factors to be considered by the commissioner in deciding whether or not to acquire such rights shall include, but not be limited to, the following: (1) The probability that the land will be sold for nonagricultural purposes; (2) the current productivity of such land and the likelihood of continued productivity; (3) the suitability of the land as to soil classification and other criteria for agricultural use; (4) the degree to which such acquisition would contribute to the preservation of the agricultural potential of the state; (5) any encumbrances on such land; (6) the cost of acquiring such rights; and (7) the degree to which such acquisition would mitigate damage due to flood hazards.
 - (c) Notice of an offer to sell development rights shall be submitted by the owner of agricultural land in writing to the commissioner and shall be filed in the land records of the town in which the agricultural land is situated. If ownership of any land for which development rights have been offered is transferred, the offer shall be effective until

the subsequent owner revokes the offer in writing. Upon receiving an offer to sell development rights, the commissioner shall evaluate the land in accordance with the factors specified in subsection (b) of this section. For purposes of such evaluation, (1) ownership of land by a nonprofit organization authorized to hold land for conservation and preservation purposes, which prior to such ownership qualified for the program, shall not be deemed to diminish the probability that the land will be sold for nonagricultural purposes; and (2) the use or presence of pollutants or chemicals in the soil shall not be deemed to diminish the agricultural value of the land or to prohibit the commissioner from acquiring the development rights to such land. After a preliminary evaluation of such factors, the Commissioner of Agriculture shall obtain and review one or more fee appraisals of the land in order to determine the value of the development rights of such land. The commissioner shall notify the Department of Transportation, the Department of Economic and Community Development, Department of Environmental Protection and the Office of Policy and Management that such land is being appraised. Any appraisal of the value of such land obtained by the owner and performed in a manner approved by the commissioner shall be considered by commissioner in making such determination. The value development rights for all purposes of this section shall be the difference between the value of the land for its highest and best use and its value for agricultural purposes as determined by the commissioner. In determining the value of the land for its highest and best use, consideration shall be given but not limited to sales of comparable lands in the general area, use of which was unrestricted at the time of sale. The commissioner may purchase development rights for a lesser amount provided the commissioner complies with all factors for acquisition specified in this subsection and in any implementing regulations.

(d) Upon the acquisition by the commissioner of the development rights of agricultural land, the commissioner shall file a notice of acquisition in the appropriate land records and in the office of the

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Secretary of the State which shall set forth a description of the agricultural land as will be sufficient to give any prospective purchaser of such agricultural land or creditor of the owner thereof notice of such restriction. Upon such filing, the owner of such agricultural land shall be prohibited from exercising development rights with respect to such land, and such development rights shall be considered and deemed dedicated to the state in perpetuity, except as otherwise provided.

- (e) (1) If restricted land is to be sold, the owner shall notify, in writing, the commissioner of such impending sale not more than ninety days before transfer of title to the land, and no agreement to sell such land may be entered into or sale may be made until the commissioner has (A) approved such transfer, based upon an assessment of whether the potential buyer intends to use the land for farming purposes, and (B) approved the subsequent buyer. The owner shall submit the potential buyer's plan for use of the land and the offering purchase price to the commissioner.
- (2) Not later than forty-five days after such notice has been so given, the commissioner may give written notice to the owner of the state's desire to purchase such land and shall have the right to purchase the interest in the land which the owner has declared its intent to sell. If the commissioner fails to purchase such land not later than sixty days after notice has been given by the municipality of its desire to purchase the land, as provided in this section, the commissioner shall have waived the right to purchase the land and the transfer shall be deemed approved. The provisions of this subsection shall not apply to a transfer of land between family members or qualified farmers, as defined by the commissioner in regulations adopted pursuant to subsection (g) of this section.
- (f) The commissioner shall have no power to release such land from its agricultural restriction, except as set forth in this subsection. The commissioner, in consultation with the Commissioner of Environmental Protection and such advisory groups as the

211 Commissioner of Agriculture may appoint, may approve (1) a petition 212 by the owner of the restricted agricultural land to remove such 213 restriction, provided such petition is approved by resolution of the 214 legislative body of the town; or (2) a petition by the legislative body of 215 the town in which such land is situated to remove such restriction, 216 provided such petition is approved in writing by said owner. Upon 217 approval of such a petition by the commissioner, the legislative body 218 of the town shall submit to the qualified voters of such town the 219 question of removing the agricultural restriction from such land, or a 220 part thereof, at a referendum held at a regular election or a special 221 election warned and called for that purpose. In the event a majority of 222 those voting at such referendum are in favor of such removal, the 223 restriction shall be removed from the agricultural land upon filing of 224 the certified results of such referendum in the land records and the 225 office of the Secretary of the State, and the commissioner shall convey 226 the development rights to such owner, provided such owner shall pay 227 the commissioner an amount equal to the value of such rights. Such 228 petition shall set forth the facts and circumstances upon which the 229 commissioner shall consider approval, and said commissioner shall 230 deny such approval unless he determines that the public interest is 231 such that there is an overriding necessity to relinquish control of the 232 development rights. The commissioner shall hold at least one public 233 hearing prior to the initiation of any proceedings hereunder. The 234 expenses, if any, of the hearing and the referendum shall be borne by 235 the petitioner. In the event that the state sells any development rights 236 under the procedure provided in this subsection, it shall receive the 237 value of such rights.

- (g) The commissioner shall adopt regulations in accordance with the provisions of chapter 54 of the general statutes to implement the provisions of this section.
- 241 Sec. 7. (NEW) (Effective from passage) (a) The Commissioner of 242 Agriculture shall establish a grant program for the preservation of 243 locally significant farmland. Such program shall provide no interest

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loans or matching grants for the purchase of the development rights of qualifying farmland. Criteria for such a grant shall include (1) the economic productivity of the parcel; (2) environmental benefits; and (3) cultural or historical significance. For the purposes of this section "eligible owner" means a municipality or a land trust in partnership with one or more municipalities, "qualifying farmland" means locally significant farmland consisting of not less than ten acres, and "development rights" shall have the same meaning as in section 22-26bb of the general statutes.

- (b) Eligible owners may receive up to a sixty-five per cent matching grant for the purchase of the development rights of qualifying farmland that consists of twenty per cent or more of cropland or agricultural soil. Such grants shall be issued according to the following limits: For qualifying farmland consisting of agricultural soil or cropland in a quantity of (1) twenty per cent to twenty-nine per cent, inclusive, a grant not to exceed two hundred thousand dollars; (2) thirty per cent to thirty-nine per cent, inclusive, a grant not to exceed three hundred thousand dollars; (3) forty to forty-nine per cent, inclusive, a grant not to exceed four hundred thousand dollars; and (4) fifty per cent or more, a grant not to exceed five hundred thousand dollars. Municipal applicants may also apply for a no interest loan to acquire the development rights of qualifying farmland.
- (c) To apply for a grant, an applicant shall submit a grant application on forms prescribed by the Commissioner of Agriculture. Such application shall include an appraisal of the property performed in a manner approved by the commissioner. The commissioner may reject any grant application that the commissioner determines to be incomplete. If the commissioner rejects an application, the commissioner shall promptly notify the applicant of the reasons for the rejection and, not later than fifteen days after the date of such notice, such applicant may resubmit the application in the same manner as the original application.

- (d) The Commissioner of Agriculture shall adopt regulations in accordance with the provisions of chapter 54 of the general statutes to implement the provisions of this section.
- Sec. 8. (*Effective July 1, 2008*) (a) For the purposes described in subsection (b) of this section, the State Bond Commission shall have the power, from time to time, to authorize the issuance of bonds of the state in one or more series and in principal amounts not exceeding in the aggregate three million dollars.
 - (b) The proceeds of the sale of said bonds, to the extent of the amount stated in subsection (a) of this section, shall be used by the Department of Agriculture for the purpose of the farmland preservation programs established under sections 6 and 7 of this act.
 - (c) All provisions of section 3-20 of the general statutes, or the exercise of any right or power granted thereby, which are not inconsistent with the provisions of this section are hereby adopted and shall apply to all bonds authorized by the State Bond Commission pursuant to this section, and temporary notes in anticipation of the money to be derived from the sale of any such bonds so authorized may be issued in accordance with said section 3-20 and from time to time renewed. Such bonds shall mature at such time or times not exceeding twenty years from their respective dates as may be provided in or pursuant to the resolution or resolutions of the State Bond Commission authorizing such bonds. None of said bonds shall be authorized except upon a finding by the State Bond Commission that there has been filed with it a request for such authorization which is signed by or on behalf of the Secretary of the Office of Policy and Management and states such terms and conditions as said commission, in its discretion, may require. Said bonds issued pursuant to this section shall be general obligations of the state and the full faith and credit of the state of Connecticut are pledged for the payment of the principal of and interest on said bonds as the same become due, and accordingly and as part of the contract of the state with the holders of

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308 said bonds, appropriation of all amounts necessary for punctual 309 payment of such principal and interest is hereby made, and the State 310 Treasurer shall pay such principal and interest as the same become due.

This act shall take effect as follows and shall amend the following sections:		
Section 1	from passage	New section
Sec. 2	from passage	New section
Sec. 3	July 1, 2008	New section
Sec. 4	from passage	New section
Sec. 5	October 1, 2008	22-26gg
Sec. 6	from passage	New section
Sec. 7	from passage	New section
Sec. 8	July 1, 2008	New section

Statement of Purpose:

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To create the Face of Connecticut Account Steering Committee to administer capital funds for various state programs, to authorize additional bonds of the state for such programs, to modify the provisions of the farmland preservation program, and to create new grant programs for municipal and regional planning, small farms and locally significant farms.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]